

Message Text

LIMITED OFFICIAL USE

PAGE 01 USUN N 01423 200221Z

13

ACTION IO-14

INFO OCT-01 ISO-00 AF-10 ARA-16 EA-11 EUR-25 NEA-10 RSC-01

CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03 NSAE-00 NSC-07

PA-04 PRS-01 SP-03 SS-20 USIA-15 AGR-20 AID-20 EB-11

COME-00 TRSE-00 SWF-02 SCI-06 CIEP-02 STR-08 OMB-01

CEA-02 FEA-02 DRC-01 /236 W
----- 127500

R 200115Z APR 74

FM USMISSION USUN NY

TO SECSTATE WASHDC 3687

LIMITED OFFICIAL USE USUN 1423

E.O. 11652: N/A

TAGS: EGEN, UNGA

SUBJ: UNGA SPECIAL SESSION: AD HOC COMMITTEE/WORKING GROUP -
SUB-GROUP

REFS: A) USUN 1375; B) USUN 1424

1. SUB-GROUP MET FRIDAY PM UNDER MANDATE TO PREPARE REPORT FOR
ITEM 1, SPECIAL MEASURES, OF PAR 1, REFTEL A. GROUP AS REPORTED
PARA 5, REF B, PLUS JAPAN. IRAN REPRESENTED BY IMF DIRECTOR FOR
IRAN. DUTCH REPS INCLUDED MINISTER PRONK. DEP PERM REP JAIN
REPRESENTED INDIA.

2. AFTER THREE-HOUR DISCUSSION IT WAS AGREED THAT VICE CHAIRMAN/
RAPPORTEUR AKRAM OF PAKISTAN WOULD PREPARE FIRST DRAFT OF REPORT
OVER WEEK-END. DRAFT OF REPORT WILL INCLUDE: (A) DESCRIPTION OF
IMMEDIATE DIFFICULTIES, (B) MAGNITUDE OF PROBLEMS, PARTICULARLY
BALANCE OF PAYMENTS, (C) URGENCY OR RELIEF REQUIRED AND PRINCIPLES
OR CRITERIA FOR COUNTRY SELECTION, (D) NATURE OF RELIEF, (E)
RESOURCES AND INSTITUTIONAL MACHINERY FOR RELIEF, (F) TIME FRAME
FOR ACTION, AND (G) ACTION MACHINERY.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 USUN N 01423 200221Z

3. US DEL COMMENTED EXTENSIVELY THROUGHOUT THE SESSION, MAKING POINTS THAT FOCUS SHOULD BE ON EMERGENCY REQUIREMENTS--I.E., 1974-1975, THAT ESSENTIALLY BALANCE OF PAYMENTS AID IS NEEDED IN FORM OF PROGRAM LOAN ON CONCESSIONAL TERMS. ALSO INDICATED THAT LARGE-SCALE ESTIMATES OF NEEDS WOULD BE SELF-DEFEATING IN THAT, IN OUR VIEW, ONLY LIMITED LIST OF COUNTRIES--E.G., 20--WOULD QUALIFY ALTHOUGH OTHERS HAVE BOTH LONGER AND SHORTER LISTS. US COMMENTED THAT IT WOULD BE SELF-DEFEATING AND ACCORDINGLY MISTAKE TO ATTEMPT TO DRAW UP NAMED LIST OF POTENTIAL RECIPIENTS OR PRECISE MAGNITUDE OF AID, OR PRECISE LIST OF COMMODITIES TO BE PROVIDED IN LIEU OF AID AS HAD BEEN SUGGESTED BY ALGERIA. US DOUBTED UTILITY OF DEBT CANCELLATION TO ELIMINATE BURDEN OF DEBT SERVICING SINCE NOT LIKELY TO FIT CASE OF ALL COUNTRIES SERIOUSLY AFFECTED AND NOT NEEDED FOR OTHERS. SUGGESTED INSTEAD THAT WE CONFINE OURSELVES TO INDICATION OF CRITERIAL FOR SELECTION OF COUNTRIES AND EMPHASIZE NEEDS FOR PROGRAM LOANS ON CONCESSIONARY TERMS THROUGH EXISTING INSTITUTIONS, STRESSED UNACCEPTABLE LEAD TIME IN ASSEMBLY STAFF, APPROVING OPERATING RULES AND REGULATIONS, DEVELOPING LOAN ELIGIBILITY CRITERIA. IRAN, NORWAY, NETHERLANDS, JAPAN AND VENEZUELA APPEARED ECHO THESE SENTIMENTS. IRAN DEL FURTHER EXPLAINED UNDER IRAN PROPOSAL IBRD STAFF WOULD BE USED BUT WITH SEPARATE BOARD OF DIRECTORS.

4. NATURE OF RELIEF AS PER ITEM (B) IS EXPECTED TO INCLUDE DISCUSSION BALANCE OF PAYMENTS SUPPORT, DEBT CANCELLATION, FOOD SUBSIDIES AND EMERGENCY FOOD AID, INVESTMENT IN DEVELOPING COUNTRIES, AND DEVELOPMENT ASSISTANCE.

5. THERE WAS EXTENDED AND INTERESTING DISCUSSION OF INSTITUTIONAL MACHINERY TO PROVIDE RELIEF (ITEM E). THIS SECTION IS TO ACCOUNT FOR EXISTING FACILITIES, THOSE IN PROCESS AND PERHAPS FURTHER POSSIBILITIES.

6. US DEL QUERIED KUWAITI DEL EXTENSIVELY ON LATTER'S PROGRAM. KUWAITI FUND ORIGINALLY STARTED IN 1961, HAD INCREASED FROM \$100 MILLION RECENTLY TO \$600 MILLION. PLAN NOW UNDER CONSIDERATION BY PARLIAMENT PROVIDES FURTHER INCREASE THIS FUND TO \$3,000 MILLION CAPITAL WITH AUTHORITY TO BORROW UP TO AN ADDITIONAL \$6 BILLION. FUND WOULD PROVIDE PROJECT LOANS AT 3 TO 4.5 PERCENT INTEREST FOR 25-30 YEAR TERM. US ALSO REQUESTED INFO ON ARAB OIL FUND FOR AFRICA AND ARAB BANK FOR AGRICULTURE AND INDUSTRIAL DEVELOPMENT IN AFRICA, LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 USUN N 01423 200221Z

TO WHICH KUWAIT CONTRIBUTES. WE PROPOSED THAT HIGHLY COOPERATIVE KUWAITI DEL BE REQUESTED TO PREPARE STATEMENT FOR COMMITTEE GIVING DESCRIPTION OF CONTENT, TERMS AND PURPOSE OF ALL THESE FUNDS AND, WITH ASSISTANCE OTHER DELS, TO INCLUDE SAME INFO ON THE NON-ALIGNED SOLIDARITY FUND, THE ISLAMIC DEVELOPMENT BANK, THE VENEZUELA FUND FOR LA, IRANIAN FUND, THE DORMANT OPEC, CAPITAL DEVELOPMENT FUND, RESOURCES WHICH MIGHT BE AVAILABLE FROM IDA, REGIONAL BANKS, IBRD, AND IMF (SPECIAL OIL FACILITY, SPECIAL ISSUE

OF SDRS, AND SPECIAL FUND TO SUBSIDIZE INTEREST RATES FOR AFFECTED DEVELOPING COUNTRIES) WOULD ALSO BE INCLUDED IN THE BACKGROUND PAPER. THERE MAY ALSO BE AN OPEC INVESTMENT BANK FOLLOWING THE PLANNED QUITO MEETING.

7. THERE SEEMED AGREEMENT IN THE GROUP THAT THE TIME FRAME FOR THE SPECIAL MEASURES WOULD BE 1974-75, AT LEAST THERE WAS NO OBJECTION WHEN THIS WAS REPEATED BY THE JAPANESE DEL.

8. THE DUTCH DEL PROPOSED ESTABLISHMENT OF PEREPARATORY COMMITTEE WHICH WOULD MAKE CONCRETE RECOMMENDATIONS FOR FUND ACTIONS AT SUMMER ECOSOC. HE ALSO SUGGESTED A CONSULTATIVE OR COORDINATING GROUP, ORGANIZATION, A MECHANISM WHICH WOULD ADDRESS QUESTION OF TOTAL NEEDS FOR THE SERIOUSLY AFFECTED VERSUS TOTAL AVAILABILITIES.

9. TOWARD END OF SESSION, BRAZIL REP (BRITO) JOINED GROUP AND MADE POINTS T
E E E E E E E

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC CONDITIONS, ECONOMIC DEVELOPMENT, LESS DEVELOPED COUNTRIES, COMMITTEE MEETINGS, AID RECIPIENTS, MEETING REPORTS, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Draft Date: 20 APR 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974USUNN01423
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740092-0704
From: USUN NEW YORK
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740426/aaaaaxei.tel
Line Count: 127
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION IO
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: A) USUN 1375; B) USUN 1424
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags: ANOMALY
Review Date: 01 JUL 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <01 JUL 2002 by cunninfx>; APPROVED <07-Aug-2002 by MorefiRH>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: UNGA SPECIAL SESSION: AD HOC COMMITTEE/WORKING GROUP - SUB-GROUP
TAGS: EGEN, EAID, US, UNGA
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005